

STATE DOCUMENT

MONTANA



Department of State Lands and Investments

BIENNIAL REPORT

For Period Beginning July 1, 1966 to June 30, 1968

MONS L. TEIGEN

Commissioner of Lands and Investments

GARETH MOON, State Forester

2705 Spurgin Road, Missoula, Montana

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MONTANA



Department of State Lands and Investments

STATE BOARD OF LAND COMMISSIONERS

HON. TIM BABCOCK—Governor, President of the Board

HON. HARRIET E. MILLER—Superintendent of Public Instruction, Vice President

HON. FRANK MURRAY—Secretary of State, Member

HON. FORREST H. ANDERSON—Attorney General, Member

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**STATE OF MONTANA
BIENNIAL REPORT OF
DEPARTMENT OF STATE LANDS AND INVESTMENTS**

Helena, Montana, October 1, 1968

To His Excellency, The Governor, and
Members of the Forty-first Legislative
Assembly of the State of Montana.

In accordance with Section 81-206, Revised Codes of Montana, 1947, I herewith submit the Biennial Report of the Department of State Lands and Investments for the period July 1, 1966, through June 30, 1968. The report contains an account of all moneys received from all sources during the period, and the distribution thereof to the appropriate funds. The report shows what disposition has been made of the lands originally granted to the State of Montana, as well as the income therefrom. Also included are comparative statements showing the growth in income of this department since 1896.

Respectfully submitted,
MONS L. TEIGEN
Commissioner of State Lands and Investments

OFFICERS OF DEPARTMENTS OF STATE LANDS AND INVESTMENTS FROM JULY 1, 1927 TO JUNE 30, 1968

YEAR	STATE BOARD OF LAND COMMISSIONERS					Commissioner State Lands & Investments	Chief Field Agent	State Forester
	Governor	Supt. of Public Inst.	Sec'y of State	Atty. General				
1927-1928	J. E. Erickson	May Trumper	{William Powers {J. W. Mauntjoy	L. A. Foot	I. M. Brandjord	L. E. Choquette	Rutledge Parker	
1928-1932	J. E. Erickson	Elizabeth Ireland	W. E. Harmon	L. A. Foot	I. M. Brandjord	L. E. Choquette	Rutledge Parker	
1932-1936	F. H. Cooney	Elizabeth Ireland	Sam W. Mitchell	Raymond Nogle	I. M. Brandjord	L. E. Choquette	Rutledge Parker	
1936-1937	Elmer Holt	Elizabeth Ireland	Sam W. Mitchell	{Raymond Nogle {Enor K. Matson....	I. M. Brandjord	L. E. Choquette	Rutledge Parker	
1937-1941	Roy E. Ayers	Ruth Reordon	Sam W. Mitchell	H. J. Freebourn	N. B. Sherlock	H. E. Biering	Rutledge Parker	
1941-1942	Sam C. Ford	Elizabeth Ireland	Sam W. Mitchell	{John W. Bonner {H. Gullickson	J. W. Walker	W. J. Burton	Rutledge Parker	
1942-1943	Sam C. Ford	Elizabeth Ireland	Sam W. Mitchell	{H. Gullickson {R. V. Bottomly	J. W. Walker	W. J. Burton	Rutledge Parker	
1943-1948	Sam C. Ford	Elizabeth Ireland	Sam W. Mitchell	R. V. Bottomly	J. W. Walker	W. J. Burton	Rutledge Parker	
1948-1949	John W. Bonner	Mary M. Condon	Sam W. Mitchell	Arnold H. Olsen	W. P. Pilgeram	H. C. Biering	Rutledge Parker	
1949-1952	John W. Bonner	Mary M. Condon	Sam W. Mitchell	Arnold H. Olsen	W. P. Pilgeram	J. B. Bourassa	Rutledge Parker	
1952-1953	J. Hugo Aronson	Mary M. Condon	Sam W. Mitchell	Arnold H. Olsen	Lou E. Bretzke	F. L. Sorenson	Rutledge Parker	
1953-1954	J. Hugo Aronson	Mary M. Condon	Sam W. Mitchell	Arnold H. Olsen	Lou E. Bretzke	F. L. Sorenson	{Rutledge Parker {Gareth C. Moon	
1954-1955	J. Hugo Aronson	Mary M. Condon	Sam W. Mitchell	Arnold H. Olsen	Lou E. Bretzke	F. L. Sorenson	Gareth C. Moon	
1955-1956	J. Hugo Aronson	Mary M. Condan	S. C. Arnold	Arnold H. Olsen	Lou E. Bretzke	F. L. Sorenson	Gareth C. Moon	
1956-1960	J. Hugo Aronson	Harriet E. Miller	Frank Murray	Forrest Anderson	Lou E. Bretzke	F. L. Sorenson	Gareth C. Moon	
1960-1961	Donald Nutter	Harriet E. Miller	Frank Murray	Forrest Anderson	Mons L. Teigen	Harry V. Nichols	Gareth C. Moon	
1961-1967	Tim Babcock	Horriet E. Miller	Frank Murray	Forrest Anderson	Mons L. Teigen	Harry V. Nichols	Gareth C. Moon	
1967-1968	Tim Babcock	Harriet E. Miller	Frank Murray	Forrest Anderson	Mons L. Teigen	George Chaffee	Gareth C. Moon	

GENERAL INFORMATION

The Congress of the United States by the Enabling Act approved February 22, 1889, granted to the State of Montana, for common school support, sections sixteen and thirty-six in every township within the State. Some of these sections had been homesteaded, some were included within the boundaries of Indian reservations, others were otherwise disposed of prior to the passage of the Enabling Act. To make up for this loss, and in lieu thereof, other lands were selected by the State. In addition to the common school, the Act, and subsequent Acts, granted acreage for other educational and state institutions. It further provided that all lands granted thereunder could only be disposed of at Public Auction after proper advertising.

All moneys received from the sale of these lands constitute Permanent Funds as provided for in the Enabling Act (except lands granted for public buildings). Rentals received from land leases, interest on deferred payments on land sold, interest on funds derived from land sales and invested in specified securities and all other actual income is made available for the maintenance and support of the public schools and other land grant institutions.

LAND GRANT FUNDS

The Enabling Act specifically provided that all moneys received from the sale of lands belonging to the common school grant, and the other grants heretofore mentioned, together with proceeds from the sale of timber, oil royalties and other minerals should be credited to a permanent fund for each of the land grant institutions. It also provided that permanent funds cannot be used for any other purpose and must forever remain inviolate as the property of each of the land grant funds. The Constitution has limited the investment of these funds to the purchase of general obligation bonds, such as School District, County and Municipal bonds, within the State of Montana, Bonds of the State of Montana or United States Government Bonds. The interest received on such investments is distributed annually with other income to the respective land grant institutions.

The following information shows the original grant, the acreage remaining and the fund for each grant as of June 30, 1968:

Fund	Original Grant	Acreage as of June 30, 1968	Fund as of June 30, 1968
Public School	5,188,000	4,594,452.05	\$48,662,145.98
University of Montana	46,720	18,161.54	806,791.97
Montana State University—Morrill Grant	90,000	62,977.31	1,199,551.86
Montana State University—Second Grant	50,000	32,408.31	492,873.18
School of Mineral Science and Technology	100,000	59,606.22	1,165,289.64
State Normal School	100,000	63,050.00	1,164,642.43
Deaf and Blind Asylum	50,000	36,235.86	496,225.21
State Reform School	50,000	68,784.01	399,443.76
Public Buildings	182,000	186,855.55	65,542.01
Veterans' Home	1,275.61	1,275.61	7,936.64
"Militia Camp" now used as an Agricultural Experiment Station	640.00	640.00	-----
Agricultural and Manual Training School	5,000	2,000.00	-----
State Penitentiary	9.75	9.75	-----

PUBLIC BUILDINGS GRANT

The Enabling Act placed no restrictions or limitations on the Public Buildings Grant and no Permanent Fund is involved for this grant. All moneys realized from the sale of lands, interest on sales contracts, grazing rentals, agricultural crop share returns, sale of timber and oil royalties are disbursed as they accumulate on improvements to the Capitol Buildings and new construction as needs may require. A considerable acreage of the Capitol or Public Buildings grant is classified as timber land which is managed by the State Forester on a sustained yield basis. The value of the timber sold from this grant during the past two years amounted to \$265,378.25.

As of June 30, 1968, the balance in the Public Buildings Fund with the State Auditor was \$65,542.01.

INTEREST AND INCOME

Interest and Income is defined as the money received for the use of State lands and the permanent funds arising therefrom. This money includes grazing rentals, crop shares, oil lease rentals, interest on land contracts and interest on investments. Before distribution is made of moneys allocated to Public Schools, the law requires that 5% of the total annual income be deducted and credited to the Permanent Fund for Public Schools. Thereafter the Superintendent of Public Instruction divides such income among the counties of the State on the basis of children therein of school age. The County Superintendent of Schools of each county further divides the amount received among the school districts of the county on the same basis. This distribution in 1967 amounted to \$25.8742378 per child and in 1968 the amount per child was \$34.672628658. Similar income from the other grants is likewise made available as received monthly to assist in defraying operating expenses of the other institutions.

TOTAL ACREAGE OF STATE LAND IN SCHOOL AND INSTITUTIONS ACCOUNTS INCLUDING LAND UNDER CONTRACT TO PURCHASE ACREAGE BY CLASSIFICATION

June 30, 1968

Grazing (including 17,864.79 acres of timber land).....	4,158,381.25	
Agricultural land under cultivation.....	490,568.23	
Timber (including 17,864.79 acres of grazing land).....	491,446.16	
Lands under Certificate of Purchase.....	172,465.86	
Special Grants (See UNSOLD LAND ACCOUNT Table).....	7,592.71	
	<hr/>	
TOTAL ACREAGE.....	5,320,454.21	
Less duplication of timber land.....	17,864.79	
	<hr/>	
TOTAL NET ACREAGE.....		5,302,589.42
Unsold land account, June 30, 1968.....	5,130,123.56	
Plus land under Certificate of Purchase.....	172,465.86	
	<hr/>	
TOTAL NET ACREAGE, JUNE 30, 1968.....		5,302,589.42

TOTAL INCOME FROM GRAZING AND AGRICULTURE—ALL FUNDS

	Fiscal Year Ending June 30, 1967	Fiscal Year Ending June 30, 1968
Agriculture.....	\$2,629,028.63	\$2,345,850.35
Grazing.....	964,897.41	1,000,003.45

GROSS INCOME

Gross income includes all money received by this Department for the use of lands remaining in all the grants made to the State of Montana under the Enabling Act. This does not include Permanent Funds. Of all receipts classified as interest and income, approximately 90% belongs to the public schools of the State. Since these funds accumulate over a period of one year, and remain with the State Treasurer until the month of March before distribution to the schools, every effort is made to keep as much as possible invested in short term U. S. Government securities. The amount invested is in excess of \$5,000,000.00 annually and the interest earned thereon is a substantial addition to the amount to be distributed.

TOTAL RECEIPTS FROM ALL SOURCES

1959 total receipts.....	\$ 7,037,782.95
1960 total receipts.....	8,593,786.39
1961 total receipts.....	7,826,312.61
1962 total receipts.....	6,733,027.00
1963 total receipts.....	8,389,809.13
1964 total receipts.....	8,654,623.99
1965 total receipts.....	8,385,694.79
1966 total receipts.....	8,192,369.24
1967 total receipts.....	8,653,442.69
1968 total receipts.....	13,874,225.52

UNIFORM PLAN FOR INVESTING FUNDS OF THE STATE OF MONTANA STATE DEPARTMENTS, AGENCIES AND INSTITUTIONS

The Land Board for many years has supervised the investment of Permanent Funds belonging to the common school and other State Institutions. In 1953 the Legislative Assembly enacted what is termed a unified investment plan for all State Departments. This law requires the State Board of Land Commissioners to supervise the investment of surplus funds belonging to the Montana Highway Patrol, Hail Insurance Department, Public Employees Retirement Fund, Industrial Accident Reserve Fund, Teachers Retirement Fund and other agencies having need for this type of assistance.

"SURFACE LEASING"

In order to make the reappraisal function of the field department more effective, each lease is now reappraised during the year immediately prior to its expiration. Involved in this operation is a determination of the present and potential condition of the range, the establishment of the animal unit grazing capacity, an inspection of improvements situated on the land and an interview with the lessee. This has two main advantages: first, it provides an opportunity for the department to incorporate needed adjustments for the management and/or use of the land in a new lease and further it provides current information concerning the operation of the lease for review by the board and the department should an appeal arise as a result of a competitive bid made at the time of the renewal.

Permanent field offices have been established in Glasgow and Miles City. Each is staffed with a deputy field agent and a clerk. This has reduced the amount of traveling considerably and brings the land department a bit closer to the lessees and others in the immediate area. Present administrative districts with acreage of State land for which each deputy field agent is responsible are shown on the map, Table II.

A brief review of the map will show that the deputy field agent's area of responsibility is immense by any standard. It is recommended therefore that the deputy field agent staff be increased from five men as it is at the present to at least ten in the next biennium.

Under present standards the State needs to have a more comprehensive land management program and this is not possible under the present arrangement for we are not adequately staffed to do more than the periodical inspections as mentioned previously.

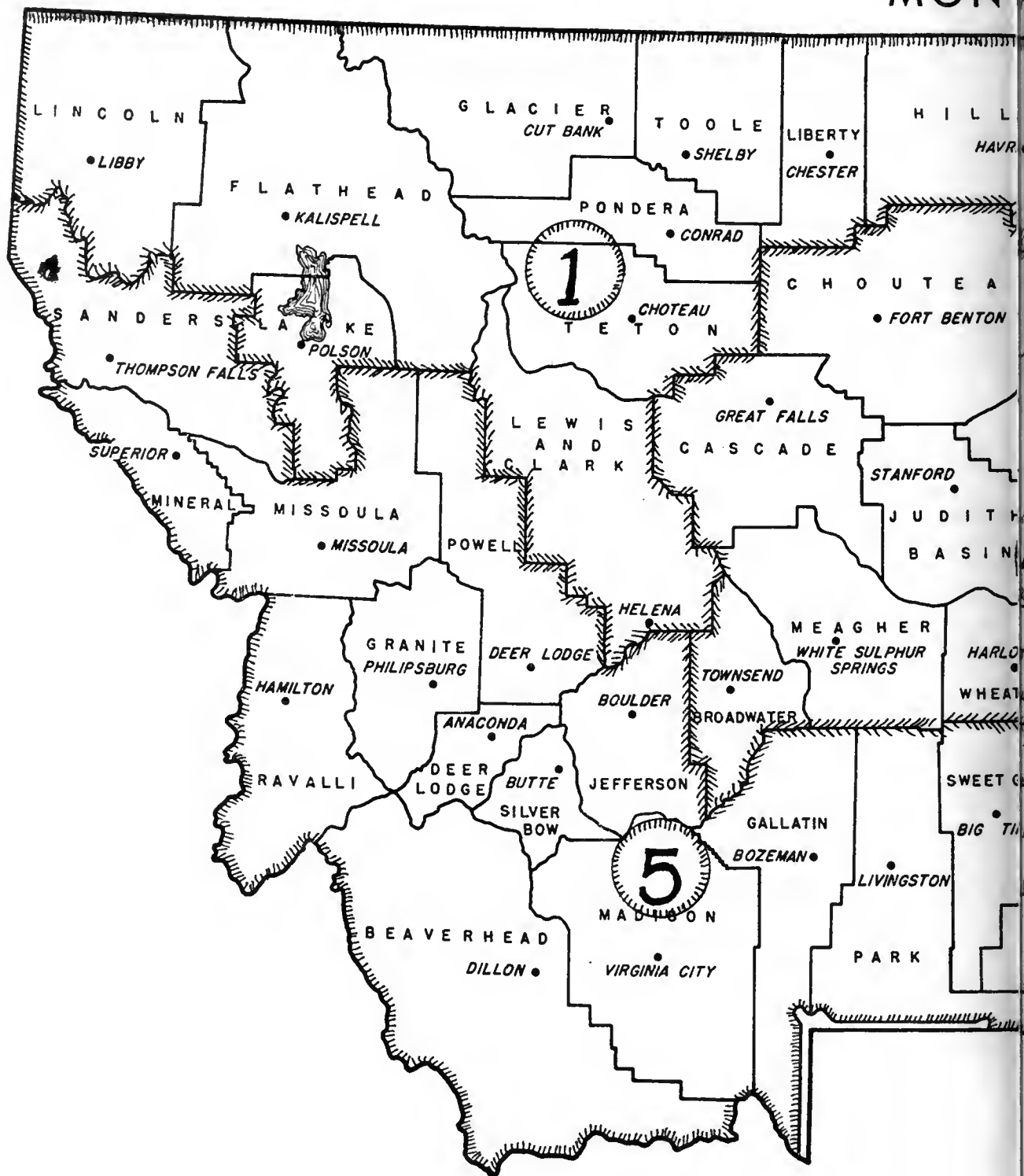
A more detailed inventory and classification of lands under this department's jurisdiction is needed and long overdue. It is hoped that the legislature will react favorably to this request for in many instances the additional manpower would pay for itself in increased income and better care of the land.

The State law provides that all leases be issued on the basis of competitive bidding; grazing leases on which bids have not been made must be leased at the minimum rental according to the formula adopted by the 1963 Legislature. This called for an animal unit month rental of 32¢ plus two times the average price per pound of beef cattle on the farm in Montana for the previous year. The rental so established is further increased 10¢ per animal unit month for better than the average quality State land and reduced 10¢ per animal unit month for poorer than average quality. The fee so established in 1966 was 58¢, 68¢ and 78¢. The following table indicates the return from grazing leases and the base fee for each year since the law was enacted; however, it should be made clear that the total rental collected includes the rental from competitive bid leases as well as those on which the formula applies:

TABLE NO. 1

TOTAL GRAZING RENTALS AND ANIMAL UNIT FEE

1964	A. 20 head and above 86¢ B. 15 thru 19 head 76¢ C. 14 head and under 66¢;	Total \$1,025,049.96
1965	A. 20 head and above 80¢; B. 15 thru 19 head 70¢; C. 14 head and under 60¢;	Total \$959,502.65
1966	A. 20 head and above 78¢ B. 15 thru 19 head 68¢ C. 14 head and under 58¢;	Total \$912,711.32
1967	A. 20 head and above 84¢ B. 15 thru 19 head 74¢; C. 14 head and under 64¢;	Total \$964,897.41
1968	A. 20 head and above 86¢; B. 15 thru 19 head 76¢; C. 14 head and under 66¢;	Total \$1,000,003.45



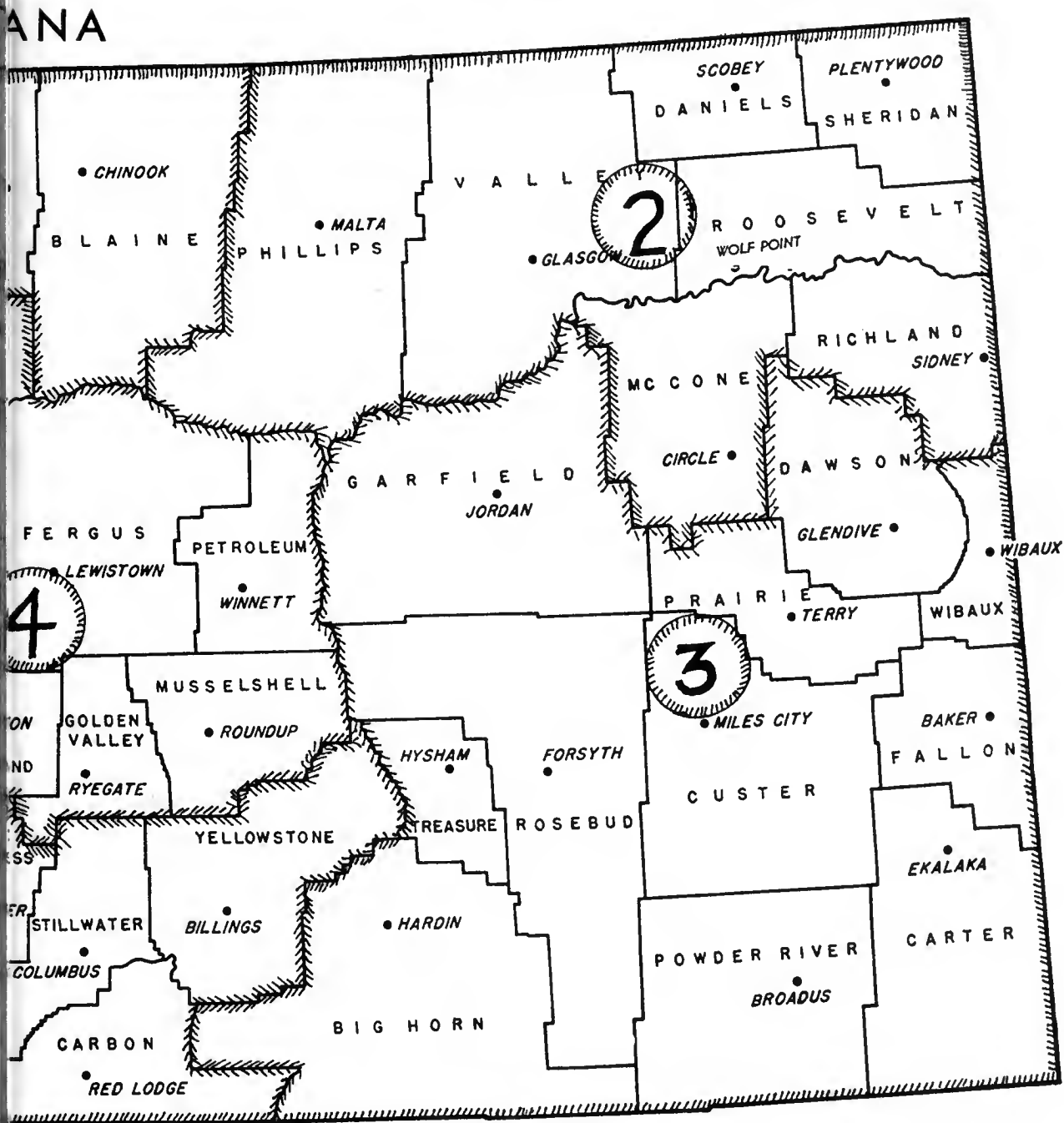


TABLE NO. II

	Grazing	Agriculture	Timber	Total
District No. 1.....	663,065.42	138,049.82	274,918.78	1,076,034.02
District No. 2.....	684,897.03	172,356.73	-----	857,253.76
District No. 3.....	1,109,186.98	40,715.69	-----	1,149,902.67
District No. 4.....	861,784.36*	110,342.82	19,878.17	992,005.35
District No. 5.....	839,447.46	29,103.17	196,649.21	1,065,199.84
Totals	4,158,381.25	490,568.23	491,446.16	5,140,395.64
*Includes 17,864.79 acres Timber—Musselshell County.....				-17,864.79
Grand Total				5,122,530.85

RESOURCE DEVELOPMENT

The 1967 Legislative Session enacted the Resource Development Law which permits the Board to set aside up to 2½% of rental income to use for development of state lands with a view of increasing their productivity and thereby the income to the state. This law was implemented by the Land Board in August, 1967, and, as of June 30, 1968, \$222,993.08 had been set aside in this fund. The Land Board recently adopted the following rules as guidelines in the conduct of the development program:

The objectives of this program are:

1. To develop and improve state lands in order to promote increased returns to the trust or to restore the land to its productive potential.
2. To place tracts of state land in their highest and best use to derive greater revenue for the support of the trust.
3. To survey, perfect title to, and claim lands for the State of Montana.
4. Provide for other expenses or costs, which in the judgment of the State Land Board are desirable or necessary to develop or increase the value of the land or increase the income therefrom.

In recognition of the above objectives the following rules are adopted:

Rule 1. Projects will be undertaken only when, in the judgment of the Department, the lessee has a record of good management of the land or shows evidence of improving the management of the land in order that maximum development can be achieved.

Rule 2. In carrying out the above objectives, all assistance available from other state or federal agencies will be utilized.

Rule 3. Agreements between the state and the lessee will be prepared to cover such details as work to be done, when, where and how it will be done and by whom. The state may also enter into joint contracts or agreements with other individuals if necessary for full development of the resource.

Rule 4. The department will contract for goods and services required in project development and will call for bids under the Department of Administration when required.

Rule 5. Make a land capability survey or resource inventory before and after a development or an improvement is undertaken.

Rule 6. Before an irrigation development is started, a soil survey and topographic survey must be made. A study to show water availability and quality as well as a balance between land and water must also be made. A complete investigation of water rights will be made.

Rule 7. Where vegetative practices are employed, a study of the location, rainfall, soil and topography will be made to ascertain the probable results of such practices. Other considerations would be the probability of reinfestation of brush and weeds, the likelihood of reseeding by desirable species, and the practicability of deferring the land while it recovers.

Rule 8. Conservation of wildlife habitat will be a consideration in any project undertaken. Every effort will be made to preserve existing habitat and wherever feasible plans for increased cover and feed will be incorporated into the projects.

Rule 9. Certain areas of state land can be readily adapted to recreational purposes. In developing these areas consideration will be given to multiple use of the state land.

Adopted by the State Board of Land Commissioners at their meeting on June 12, 1968.

INVESTMENTS

A plea is again made to remove the restrictions placed upon the Montana Trust and Legacy Fund through the repeal of Section 8, Art. XXI, and by amending Section 3, Art. XI of the Constitution to permit the Legislature to determine what might be included in the portfolio of the fund. A similar proposal was made before the last session of the Legislature and failed to gain favorable consideration. It is suggested, however, that this matter be reconsidered by the Forty-first Legislative Session as we find that the fund rather than growing is actually eroding in terms of purchasing power as a result of it being invested entirely in government securities. It is also suggested that, upon favorable action by the Legislature and electors, action could then be taken by the Legislature in session setting forth the investment criteria and providing for effective administration.

SELECTIONS AND EXCHANGES

The department is engaged in selecting the remaining acreage due the State of Montana under the original school grant. During the last biennium 17,484.40 acres have been inspected in an attempt to complete the selections.

The Land Board is presently in the process of exchanging state owned land on which the Glasgow Airforce Base is located for other federally owned land in the immediate area. The tentative proposal is as follows:

Acreage of state land to Bureau of Land Management	3,749.23
Acreage of Bureau of Land Management land to state	5,600
Acreage of state land to General Services Administration	560
Acreage of General Services Administration land to state	1,041.30

There are many other possibilities for exchanges with the federal government in our state which will be considered in the future as time permits. It should be pointed out, however, that the exchange process is rather unwieldy and is very time consuming as far as the department is concerned.

Early in 1967, 23,866 acres of grazing land under State Land Office jurisdiction was classified as forest land and transferred to the State Forester for administration. At the same time, 13,160 acres were transferred to the State Land Office for administration which had formerly been under the jurisdiction of the office of the State Forester. This action was the result of a joint investigation by the two departments over the previous two-year period. This investigation brought out the fact that many of the tracts were erroneously classified as grazing when the primary value was forest and vice versa. This action will provide for more effective administration in the state.

PUBLIC LAND LAW REVIEW COMMISSION

Public Law 88-606 created the Public Land Law Review Commission to review all land laws and the regulations incidental thereto. The State Land Commissioner was appointed to serve as Montana's representative to this Commission and is assisted by an advisory committee of knowledgeable persons in the public land field. The Commission held a hearing in Billings, Montana, in July, 1967, followed by an air tour of public land areas in the state. This affair was very helpful in providing a means for those Montana citizens interested in public land problems to have their views aired before the Commission.

The Commission is studying all facets of public land policy. Studies of considerable importance to Montana are: Revenue Sharing and Payments in Lieu of Taxes; Withdrawals and Reservations; Land Grants to States; Forage; Fish and Wildlife; Energy Fuels; Water; Timber Policies; Outdoor Recreation; and Disposal Techniques, among many others. These studies have far reaching implications for Montana, and the Commissioner along with the State Advisory Committee will be reviewing carefully the results of the studies as they are made available.

MINERALS

The department has experienced an expanded interest in development of minerals during the past biennium. With the discovery of the Bell Creek Field in Powder River County, oil activity on state lands increased tremendously which is shown in Table XIX.

In addition interest in uranium has grown to the point that we have leased over 154,000 acres since May, 1967. The uranium lease form was rewritten during this period and called for a plan of mining operations to be prepared in advance of production. Furthermore, the uranium lease term continues for so long as uranium is being produced past the initial ten-year period.

There was much interest in Montana's vast deposit of sub-bituminous and lignite coal reserves and the Land Board is presently involved in establishing a sealed bidding procedure for offering coal lands for lease. Cooperative arrangements have been made with the Montana Bureau of Mines and Geology to core drill state lands in those areas having considerable coal potential with a view towards making state lands more attractive to bidders.

TABLE NO. V
RECEIPTS FOR PERMANENT FUNDS FROM ALL SOURCES DURING FISCAL YEAR JULY 1, 1966 THRU JUNE 30, 1967

Montana Institutions Accounts and Funds to Which the Receipts Belong	Land Sales First Payments	Installments on Land Sales (C. P.'s)	5% of Annual School Interest and Income	Timber Sales by State Forester	Rights-of-Way	Oil and Gas Royalties	Coal, Sand and Gravel Royalties, Etc.	Total of These Initial Payments	Repayments on Bonds	Grand Totals
State University	\$	\$ 10,023.33	\$	\$ 282.34	\$ 159.75	\$	\$	\$ 10,465.42	\$	\$ 10,465.42
State University—Morrill	3,325.01	197.05		12,563.48	40.41	7.10	89.20	16,234.25		16,234.25
State School for Deaf and Blind				1,579.30	142.70	5.08		1,727.08		1,727.08
State Industrial School	17,680.00	286.34			351.94			18,318.28		18,318.28
State Normal Schools		12,730.73		1,319.14	5.80			14,055.67		14,055.67
School of Mineral Science & Technology		6,734.00		39,676.43	153.40		434.40	46,998.23		46,998.23
Veterans Home										
University of Montana		12,027.08			225.00		59.40	12,311.48		12,311.48
Public Schools				*671.84			*349.90			
Montana Trust and Legacy Funds	50,949.65	258,414.79	310,599.80	490,191.88	13,947.02	531,482.94	30,534.54	1,687,142.36		1,687,142.36
Children's Center and P.D. Hospital								190,445.25		190,445.25
Capitol Buildings		13,815.70		77,170.67	3,658.39	317.50	4,330.13	99,292.39		99,292.39
TOTALS	\$ 71,954.66	\$ 314,299.02	\$ 310,599.80	\$ 623,467.08	\$ 18,684.41	\$ 531,812.62	\$ 35,797.57	\$ 1,906,545.16	\$ 190,445.25	\$ 2,096,990.41

*Collected by State Land Office.
 **Coal.

TABLE NO. VI
RECEIPTS FOR PERMANENT FUNDS FROM ALL SOURCES DURING FISCAL YEAR JULY 1, 1967 THRU JUNE 30, 1968

Montana Institutions Accounts and Funds to Which the Receipts Belong	Land Sales First Payments	Installments on Land Sales (C. P.'s)	5% of Annual School Interest and Income	Timber Sales by State Forester	Rights-of-Way	Oil and Gas Royalties	Coal, Sand and Gravel Royalties, Etc.	Total of These Initial Payments	Repayments on Bonds	Unclaimed Property	Grand Totals
State University	\$	\$ 20,519.78	\$	\$ 3,747.23	\$ 170.73	\$	\$	\$ 24,437.74	\$	\$	\$ 24,437.74
State University—Morrill		353.14		9,462.38	85.00	26.70		9,927.22			9,927.22
State School for Deaf and Blind				781.01	250.00		118.40	1,147.41			1,147.41
State Industrial School		1,357.43		4,873.81	87.50		341.70	6,660.44			6,660.44
State Normal Schools		18,197.21		5,514.91	300.00		2,300.00	26,312.12			26,312.12
School of Min. Science & Tech.		800.25		22,904.66	262.50		1,095.75	25,063.16			25,063.16
Veterans Home											
University of Montana		54,035.82		*522.26			506.40	54,542.22			54,542.22
Public Schools	35,034.59	239,193.63	421,546.17	271,575.56	27,402.64	488,345.72	28,668.82	1,512,289.39		25,000.00	1,537,289.39
Montana Trust & Legacy Funds											
Children's Center & P.D. Hosp.					5,585.09			340,695.28			340,695.28
Capitol Buildings		12,347.61		188,207.58	255.60	517.72	50.00	201,378.51			201,378.51
TOTALS	\$ 35,034.59	\$ 346,904.87	\$ 421,546.17	\$ 507,589.40	\$ 34,399.06	\$ 488,890.14	\$ 33,079.07	\$ 1,887,343.30	\$ 340,695.28	\$ 25,000.00	\$ 2,233,038.58

*Monties collected by this office.

TABLE NO. VII
PERMANENT ASSETS JUNE 30, 1967

Montana Institutions Funds and Accounts to Which the Assets Belong	Value of Unsold Lands at \$10.00 Per Acre	Deferred Payments on Land Sales (C. P.'s)	United States Bonds	City, County, Town and School District Bonds	State Bonds, County Warrants	Cash With State Treasurer	TOTALS
State University.....	\$ 324,083.10	\$ 273,693.72	\$	\$	\$	\$	\$ 597,778.82
State University—Morrill	829 448.25	11,174.49					840,622.74
State School for Deaf and Blind.....	362,358.60						362,358.60
State Industrial School	887,840.10	15,128.90					702 969.00
State Normal Schools.....	630,500.00	183,549.93					814,049.93
State School of Mineral Science and Technology.....	596,062.20	37,451.59					633,513.79
Veterans Home	12,756.10						12,756.10
University of Montana.....	181,516.20	147,522.82					329,039.02
Public Schools	45,979,011.90	3,360,953.35					49,339,965.25
Children's Center and P.D. Hospital.....	656.10						656.10
Capitol Buildings	1,871,955.50	178,546.78					2,047,902.28
Land Grant Funds in Montana Trust & Legacy.....			51,754,000.00	695.28	790,000.00	157,072.91	52,701,768.19
TOTALS	\$ 51,275,588.05	\$ 4,206,021.58	\$ 51,754,000.00	\$ 695.28	\$ 790,000.00	\$ 157,072.91	\$108,183,377.82

TABLE NO. VIII
PERMANENT ASSETS JUNE 30, 1968

Montana Institutions Funds and Accounts to Which the Assets Belong	Value of Unsold Lands at \$10.00 Per Acre	Deferred Payments on Land Sales (C. P.'s)	United States Bonds	City, County, Town and School District Bonds	State Bonds, County Warrants	Cash With State Treasurer	TOTALS
State University.....	\$ 324,083.10	\$ 253,173.94	\$	\$	\$	\$	\$ 577,257.04
State University—Morrill	829,773.10	10,821.35					840 594.45
State School for Deaf and Blind.....	362,358.60						362,358.60
State Industrial School	887,840.10	13 771.47					701,611.57
State Normal Schools.....	630,500.00	165,352.72					795,852.72
State School of Mineral Science and Technology.....	596,062.20	36,651.34					632,713.54
Veterans Home	12,756.10						12,756.10
University of Montana.....	181,615.40	91,661.07					273,276.47
Public Schools	45,944,520.50	3,187,810.38					49,132,330.88
Children's Center and P.D. Hospital.....	656.10						656.10
Capitol Buildings	1,868,555.50	164,199.17					2,032,754.67
Land Grant Funds in Montana Trust & Legacy.....			53,818,000.00		450,000.00	132,328.31	54,400,328.31
TOTALS	\$ 51,238,720.70	\$ 3,923,441.44	\$ 53,818,000.00	\$	\$ 450 000.00	\$ 132,328.31	\$109,562,490.45

TABLE IX
ACCOUNTS CONSTITUTING THE MONTANA TRUST AND LEGACY FUND

	Amount in Fund June 30, 1967	Amount in Fund June 30, 1968
Public School Permanent Fund	\$47,124,856.59	\$48,662,145.98
University of Montana	752,249.75	806,791.97
State University—Morrill	1,189,619.56	1,199,551.86
State University—Second Grant	468,435.44	492,873.18
School of Mineral Science and Technology	1,140,226.48	1,165,289.64
State Normal School	1,038,330.31	1,064,642.43
State School for Deaf and Blind	495,082.88	496,225.21
State Industrial School	392,783.32	399,443.76
Veterans Home	7,936.64	7,936.64
Childrens Center and P. D. Hospital	15,363.53	20,948.62
Ryman E. & S. Library Account	7,500.00	7,500.00
Ryman Fellowship Account	15,271.22	15,271.22
W. W. Dixon Endowment Fund Account	23,170.00	23,170.00
Senator Walsh Endowment Fund Account	5,000.00	5,000.00
Geddes Bequest Fund	2,929.67	2,500.00
State Prison Inmates Fund	5,000.00	5,000.00
University Scholarship and Prizes Fund:		
Abner Memorial	\$1,050.00	\$1,050.00
Bennett Prizes	1,175.00	1,175.00
Bonner Scholarships	6,570.00	6,570.00
C. A. Duniway Scholarship	400.00	400.00
Joyce Memorial	251.00	251.00
Class of 1904	800.00	800.00
C. G. Rochon Scholarship	565.00	565.00
Kellogg Foundation Medical Scholarship	1,451.89	1,451.89
Olaf J. Bue Fund	650.00	1,200.00
Silas R. Thompson Account	5,099.91	5,099.91
Wm. Kohner Bequest Fund	7,425.00	
	18,012.80	26,037.80
TOTAL FUNDS IN MONTANA TRUST AND LEGACY ACCOUNT	\$52,701,768.19	\$54,400,328.31
TOTAL CREDITS IN THE MONTANA TRUST AND LEGACY ACCOUNT JUNE 30, 1968		
Invested in U. S. Government Bonds	\$47,144,000.00	
Invested in Federal Land Bank Bonds	6,674,000.00	
Invested in Capitol Building Improvement Bonds	400,000.00	
Invested in Industrial School Building Bonds	50,000.00	
Cash Balance with State Treasurer	132,328.31	
	\$54,400,328.31	

TABLE X
RIGHT OF WAY DEEDS TO STATE LANDS
JULY 1, 1966 TO JUNE 30, 1968
D-5427 TO D-5746 INCLUSIVE

Purpose of Right of Way	Number	Acres	Compensation	Fees
State highways, forest, county and private roads	100	466.41	\$25,039.47	\$ 500.00
Oil and gas pipe lines, power, telephone and telegraph lines	101	443.28	11,825.00	505.00
Small voltage electrification power lines	13	13.33	192.02	65.00
Microwave and substation sites and airport and Government facilities	83	456.09	16,859.34	415.00
Fish and Game public recreation and wildlife conservation and public buildings	11	82.18	1,467.50	55.00
Dams, irrigation ditches and City water systems	10	25.77	933.76	50.00
Railroads	2	12.95	371.85	10.00
TOTALS	320	1,500.01	\$56,688.94	\$ 1,600.00

Compensation is credited to the land grant from which the acreage was taken.

A percentage of the charge for right of way across land under C.P. is applied to the contract.

All fees are credited to the general fund for the State of Montana.

TABLE XI
MONTANA TRUST & LEGACY PERMANENT FUND
SECURITIES PURCHASED DURING THE FISCAL YEAR
JULY 1, 1966 TO JUNE 30, 1967

Par Value	Type of Security	Interest Rate	Maturity	Book Value
\$ 200,000.00	Federal Land Bank	5.375	7-20-76	\$ 198,000.00
70,000.00	Federal Land Bank	5.375	7-20-76	69,650.00
100,000.00	Federal Land Bank	5.375	7-20-76	98,750.00
330,000.00	U. S. Treasury Notes	5.375	11-15-71	330,000.00
260,000.00	Federal Land Bank	5.375	7-20-76	263,737.50
90,000.00	Federal Land Bank	5.125	4-20-78	89,775.00
200,000.00	Federal Land Bank	5.125	4-20-78	201,500.00
500,000.00	Federal Land Bank	5.125	4-20-78	505,000.00
50,000.00	U. S. Treasury Notes	4.75	2-15-72	49,812.50
200,000.00	Federal Land Bank	5.00	1-22-79	198,250.00
125,000.00	Federal Land Bank	5.00	1-22-79	123,593.75
100,000.00	Federal Land Bank	5.00	1-22-79	99,625.00
110,000.00	Federal Land Bank	5.00	1-22-79	107,112.50
145,000.00	Federal Land Bank	5.00	1-22-79	140,831.25
500,000.00	Federal Land Bank	5.00	1-22-79	485,625.00

\$2,980,000.00 Total

Total \$2,961,262.50

SECURITIES PURCHASED DURING THE FISCAL YEAR
JULY 1, 1967 TO JUNE 30, 1968

Par Value	Type of Security	Interest Rate	Maturity	Book Value
\$ 155,000.00	Federal Land Bank	5.00	1-22-79	\$ 149,284.38
120,000.00	Federal Land Bank	5.00	1-22-79	115,200.00
50,000.00	Federal Land Bank	5.00	1-22-79	47,593.75
63,000.00	Federal Land Bank	5.00	1-22-79	59,692.50
100,000.00	U. S. Treasury Notes	5.75	11-15-74	100,000.00
252,000.00	U. S. Treasury Notes	5.75	11-15-74	251,212.50
96,000.00	Federal Land Bank	5.00	1-22-79	88,560.00
135,000.00	Federal Land Bank	5.375	7-20-76	128,925.00
300,000.00	Federal Land Bank	5.00	2-24-76	278,625.00
470,000.00	Federal Land Bank	5.00	1-22-79	435,043.75
100,000.00	U. S. Treasury Notes	5.75	2-15-75	100,281.25
250,000.00	U. S. Treasury Notes	5.75	2-15-75	252,500.00
150,000.00	Federal Land Bank	5.00	1-22-79	136,968.75
175,000.00	Federal Land Bank	5.00	1-22-79	159,250.00

\$2,416,000.00 Total

Total \$2,303,136.88

TABLE XII
MONTANA TRUST & LEGACY PERMANENT FUND
INVESTMENT PORTFOLIO
JUNE 30, 1968

U. S. Treasury Bonds

Par Value	Type of Security	Rate	Maturity
\$ 2,690,000.00	U. S. Treasury Bonds	3.00%	1995
13,250,000.00	U. S. Treasury Bonds	3.25	1983
360,000.00	U. S. Treasury Bonds	3.25	1985
2,870,000.00	U. S. Treasury Bonds	3.50	1980
2,650,000.00	U. S. Treasury Bonds	3.50	1990
7,635,000.00	U. S. Treasury Bonds	3.50	1998
658,000.00	U. S. Treasury Bonds	3.875	1971
947,000.00	U. S. Treasury Bonds	3.875	1974
1,000,000.00	U. S. Treasury Bonds	4.00	1969
1,455,000.00	U. S. Treasury Bonds	4.00	1970
500,000.00	U. S. Treasury Bonds	4.00	1972 (Feb.)
800,000.00	U. S. Treasury Bonds	4.00	1972 (Aug.)
920,000.00	U. S. Treasury Bonds	4.00	1973
4,070,000.00	U. S. Treasury Bonds	4.00	1980
1,000,000.00	U. S. Treasury Bonds	4.00	1993
937,000.00	U. S. Treasury Bonds	4.125	1973
3,400,000.00	U. S. Treasury Bonds	4.125	1994
170,000.00	U. S. Treasury Bonds	4.25	1985
750,000.00	U. S. Treasury Bonds	4.25	1992
50,000.00	U. S. Treasury Notes	4.75	1972
330,000.00	U. S. Treasury Notes	5.375	1971
352,000.00	U. S. Treasury Notes	5.75	1974
350,000.00	U. S. Treasury Notes	5.75	1975
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\$47,144,000.00			

Federal Agency Securities

\$ 1,225,000.00	Federal Land Bank	4.375	4-21-75
515,000.00	Federal Land Bank	4.50	2-20-74
615,000.00	Federal Land Bank	5.00	2-24-76
2,459,000.00	Federal Land Bank	5.00	1-22-79
1,095,000.00	Federal Land Bank	5.125	4-20-78
765,000.00	Federal Land Bank	5.375	7-20-76
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\$ 6,674,000.00			

State of Montana Bonds

\$ 50,000.00	State Industrial School Physical Education Building Bonds	4.00	1974
400,000.00	Capitol Improvement & Repair Bonds	4.00	1980
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\$ 450,000.00			

\$54,268,000.00 GRAND TOTAL

TABLE NO. XIII
SUMMARY OF LAND SALES FOR THE YEAR ENDING JUNE 30, 1967

County	ACRES SOLD			Total Acreage	Total Sales Price	Average Price Per Acre
	Public School	State Reform School	Agricultural College Marrill			
Beaverhead	1,691.74	-----	-----	1,691.74	\$ 34,346.30	-----
Blaine	280.00	-----	-----	280.00	4,760.00	-----
Cascade	140.92	-----	-----	140.92	41,540.45	-----
Chouteau	640.00	-----	-----	640.00	57,600.00	-----
Gallatin	57.70	-----	-----	57.70	31,109.50	-----
Lewis & Clark	-----	200.00	-----	200.00	17,680.00	-----
Phillips	40.00	-----	280.00	320.00	10,600.01	-----
Teton	5.59	-----	-----	5.59	1,785.00	-----
Valley	40.00	-----	-----	40.00	2,400.00	-----
TOTALS	2,895.95	200.00	280.00	3,375.95	\$201,821.26	\$ 59.78

SUMMARY OF LAND SALES FOR THE YEAR ENDING JUNE 30, 1968

County	ACRES SOLD			Total Acreage	Total Sales Price	Average Price Per Acre
	Public School	State Reform School	Agricultural College Marrill			
Daniels	1,139.13	-----	-----	1,139.13	\$ 39,733.90	-----
Dawson	10.00	-----	-----	10.00	300.00	-----
Garfield	320.00	-----	-----	320.00	8,640.00	-----
Musselshell	114.87	-----	-----	114.87	4,594.80	-----
Powder River	640.00	-----	-----	640.00	22,400.00	-----
Richland	164.68	-----	-----	164.68	18,175.45	-----
Rosebud	85.13	-----	-----	85.13	5,825.45	-----
Valley	160.00	-----	-----	160.00	3,200.00	-----
TOTALS	2,633.81	-----	-----	2,633.81	\$102,869.60	\$ 39.06

TABLE NO. XIV
OPERATION OF UNSOLD LAND ACCOUNT, JULY 1, 1966 TO JUNE 30, 1968

County	Grant	Acres Sold	Acres Under C. P. Cancelled	Acres Under C. P. Reinstated	C. P. Correction	Acres Acquired	Acres Deeded	Condemnation by U. S.	Total Additions	Total Deductions
Beaverhead	School	1,691.74								1,691.74
Blaine	School	280.00								280.00
Cascade	School	140.92	5.00							145.92
Chouteau	School	640.00								640.00
Daniels	School	1,139.13								1,139.13
Dawson	School	10.00								10.00
Gallatin	School	57.70				320.00	640.00		320.00	697.70
"	S. M.					297.50	324.50		297.50	324.50
Garfield	School	320.00							80.00	320.00
Hill	School		80.00	80.00						80.00
Lewis & Clark	S.R.S.	200.00								200.00
Liberty	School							1,981.07		1,981.07
McCone	School					1,240.00			1,240.00	
Meagher	School		15.00						15.00	
Musselshell	School	114.87								114.87
Phillips	School	40.00			199.26					239.26
"	A.C.I.	280.00								280.00
Powder River	School	640.00								640.00
Richland	School	164.68								164.68
Rosebud	School	85.13								85.13
Sheridan	School		120.00	120.00					120.00	120.00
Teton	School	5.59								5.59
Toole	School							520.00		520.00
"	P.B.							280.00		280.00
Valley	School	200.00	735.11	95.11					735.11	295.11
Yellowstone	School		320.00	320.00					320.00	320.00
TOTALS		6,009.76	1,275.11	615.11	199.26	1,857.50	964.50	2,781.07	3,127.61	10,574.70

TABLE NO. XV (Continued)

COUNTY	School	University	Montana State College	Mont. State College Morrill	School of Mines	State Normal School	Deaf and Blind Asylum	State Reform School	Public Buildings	TOTALS
		46,720 A.	50,000 A.	90,000 A.	100,000 A.	100,000 A.	50,000 A.	50,000 A.	182,000 A.	
Phillips	185,238.79			360.00						185,598.79
Pondera	56,410.48			200.00					120.00	56,730.48
Powder River	139,684.93			480.00		695.10				140,860.03
Powell	56,419.85	156.67		157.69					1,600.00	58,334.21
Prairie	71,887.81									71,887.81
Ravalli	20,808.51			1,200.00	3,200.00	40.00			5,596.42	30,844.93
Richland	80,367.05								604.39	80,971.44
Roosevelt	18,472.97								1,471.02	19,943.99
Rosebud	175,386.06	2,213.74								177,599.80
Sanders	47,740.34					40.00	2,107.58		12,913.41	62,801.33
Sheridan	45,847.15									45,847.15
Silver Bow	13,264.07									13,264.07
Stillwater	45,095.73									45,095.73
Sweet Grass	47,077.32									47,077.32
Teton	73,544.46			2,130.24	2,707.46	3,457.07		240.00	21,961.37	104,040.60
Toole	77,976.12				40.00				20,863.17	98,879.29
Treasure	36,883.78	480.00								37,363.78
Valley	207,774.37					1,033.92				208,808.29
Wheatland	64,391.44	1,280.00				1,120.00	3,659.96	2,326.48		72,777.88
Wibaux	32,670.31									32,670.31
Yellowstone	79,447.27									79,447.27
TOTALS	4,594,452.05	18,161.54	32,408.31	62,977.31	59,606.22	63,050.00	36,235.86	68,784.01	186,855.55	5,122,530.85
SPECIAL GRANTS										
Militia Camp (Gallatin Co.)							640.00			
Northern Montana Training School and Agricultural Experiment Station (Hill Co.)							2,000.00			
Lewis and Clark Cavern (Jefferson Co.)							2,728.88			
University Biological Station (Lake Co.)							204.24			
University Observatory (Missoula Co.)							480.00			
Orphans' Home and Tuberculosis Sanitarium (Pt. Sec. 21 & 22-2S-20E, Stillwater Co.)							65.61			
Gift of Ernest White for State Park (Flathead Co.)							162.00			
Soldiers' Home (Fergus Co.)							1,275.61			
General Fund (Pt. Sec 8-28N-21W, Flathead Co.; Pt. Sec. 12-19N-3E, Cascade Co.)							26.62			
State Penitentiary (Powell County)							9.75			7,592.71
GRAND TOTAL										5,130,123.56

TABLE NO. XVI
ANNUAL APPORTIONMENT OF THE INCOME FROM THE PUBLIC SCHOOL PERMANENT FUNDS
AND OTHER SOURCES TO THE SCHOOL DISTRICTS OF THE STATE

Year in Which Apportioned	Total Income	Less 5% Added to Permanent Fund	Amount Apportioned	No. of School Age Persons	Amount Per Capita
1889 to 1896	\$	\$	\$ 51,027.60	39,252	\$ 1.30
1897.....	.....	.....	17,731.56	42,218	.42
1898.....	.....	.....	28,630.98	46,179	.62
1899.....	.....	.....	41,561.52	49,478	.84
1900.....	.....	.....	80,428.50	53,619	1.50
1901.....	.....	.....	105,842.20	57,212	1.85
1902.....	.....	.....	138,905.00	61,736	2.25
1903.....	.....	.....	168,019.80	64,623	2.60
1904.....	.....	.....	169,786.65	66,583	2.55
1905.....	.....	.....	183,366.75	69,195	2.65
1906.....	.....	.....	205,360.60	70,814	2.90
1907.....	.....	.....	217,494.00	72,498	3.00
1908.....	.....	.....	227,071.90	73,249	3.10
1909.....	.....	.....	250,380.00	77,040	3.25
1910.....	.....	.....	306,793.75	81,545	3.75
1911.....	.....	.....	266,415.00	88,805	3.00
1912.....	.....	.....	345,404.50	98,687	3.50
1913.....	.....	.....	419,096.00	104,774	4.00
1914.....	.....	.....	513,144.00	114,032	4.50
1915.....	.....	.....	632,085.00	126,417	5.00
1916.....	.....	.....	713,291.25	135,865	5.25
1917.....	.....	.....	810,991.50	147,453	5.50
1918.....	.....	.....	877,536.00	159,552	5.50
1919.....	.....	.....	890,873.50	161,977	5.50
1920.....	.....	.....	969,756.00	161,625	6.00
1921.....	.....	.....	954,418.20	156,426	6.10
1922.....	.....	.....	785,082.90	160,211	4.90
1923.....	.....	.....	936,794.40	160,410	5.84
1924.....	.....	.....	892,363.54	157,745	5.67
1925.....	861,278.56	43,063.93	818,214.63	157,872	5.18
1926.....	1,252,595.83	62,629.79	1,189,966.04	156,383	7.61
1927.....	1,365,181.09	68,259.05	1,296,922.04	154,458	8.3966
1928.....	1,233,910.50	61,695.53	1,172,090.55	152,119	7.70509
1929.....	1,340,903.71	67,045.19	1,273,858.52	157,747	8.07532
1930.....	1,426,973.50	71,348.68	1,355,624.82	160,846	8.42809
1931.....	1,143,847.76	57,192.39	1,086,655.37	160,836	6.75629
1932.....	878,693.71	43,934.69	834,759.02	161,372	5.17288
1933.....	744,133.56	37,206.68	706,926.88	161,909	4.36619
1934.....	832,656.52	41,632.83	791,023.69	162,099	4.87988
1935.....	1,045,713.87	52,285.69	993,428.18	162,807	6.10187
1936.....	1,058,184.61	52,909.23	1,005,275.38	163,053	6.16532
1937.....	882,322.17	44,116.11	838,206.06	163,286	5.13361
1938.....	847,371.91	42,368.60	805,003.31	160,204	5.02486
1939.....	930,451.92	46,522.60	883,929.32	156,288	5.65794
1940.....	909,912.64	45,495.63	864,417.01	154,898	5.58055
1941.....	931,186.34	46,567.00	884,618.34	154,226	5.73586
1942.....	1,459,171.69	72,958.58	1,386,213.11	149,666	9.26204
1943.....	1,049,062.14	52,453.11	970,825.62	143,370	6.77146
1944.....	1,352,644.88	67,632.24	1,285,012.64	136,489	9.41477
1945.....	1,460,473.54	73,023.68	1,387,449.86	134,608	10.30733
1946.....	1,351,689.87	67,584.49	1,284,105.38	133,789	9.59798
1947.....	1,489,901.69	74,495.08	1,415,406.61	135,637	10.43511
1948.....	1,517,961.90	75,898.10	1,442,063.80	137,203	10.51053
1949.....	2,226,013.49	111,300.62	2,114,711.87	139,846	15.1217
1950.....	1,547,748.55	77,387.43	1,470,361.12	143,852	10.2213
1951.....	2,059,704.93	102,985.25	1,956,719.68	145,806	13.42
1952.....	2,912,058.78	145,602.94	2,766,455.84	146,716	18.85
1953.....	8,727,792.82	436,389.64	8,291,403.18	150,072	55.24
1954.....	4,609,604.57	230,480.23	4,379,124.34	156,309	28.01
1955.....	4,460,545.45	223,027.27	4,237,518.18	162,589	26.06
1956.....	4,618,471.58	230,923.58	4,387,548.00	169,203	25.93
1957.....	4,351,095.88	217,554.79	4,133,541.09	175,911	23.49
1958.....	3,932,978.35	196,648.91	3,736,329.44	180,177	20.74
1959.....	3,691,295.08	184,564.75	3,506,730.33	186,433	18.8096
1960.....	4,041,403.90	202,070.20	3,839,333.70	192,981	19.8949
1961.....	4,115,221.62	205,761.08	3,909,460.54	199,975	19.549746
1962.....	4,467,610.44	223,380.52	4,244,229.92	205,729	20.6302
1963.....	4,758,702.46	237,935.12	4,520,767.34	211,669	21.3577
1964.....	5,171,321.18	258,566.06	4,912,755.12	215,216	22.82709
1965.....	5,511,873.26	275,593.66	5,236,279.60	219,344	23.87245
1966.....	5,406,520.28	270,326.01	5,136,194.27	224,465	22.881938
1967.....	6,211,995.96	310,599.80	5,901,396.16	228,080	25.8742378
1968.....	8,430,923.39	421,546.17	8,009,377.22	231,000	34.672628658

TABLE NO. XVII

**RECEIPTS OF THE PUBLIC SCHOOL INTEREST AND INCOME ACCOUNT APPORTIONED TO THE
COUNTIES OF THE STATE PER CENSUS PERSON BETWEEN THE AGES OF 6 AND 21 YEARS**

At the end of each calendar year the interest and income credited to the public schools, less 5% statutory deduction apportioned to the permanent school fund, is distributed by the Superintendent of Public Instruction. The amount credited during 1966 was distributed to the various counties of the State during February 1967 as follows:

County	Children Under 6	Census 6 to 21	Interest & Income Payment*
Beaverhead.....	860	2,013	\$ 52,084.84
Big Horn.....	1,512	3,951	102,229.11
Blaine.....	1,047	2,712	70,170.93
Broadwater.....	267	853	22,070.73
Carbon.....	649	2,334	60,390.47
Carter.....	226	646	16,714.76
Cascade.....	10,807	25,845	668,719.68
Chouteau.....	622	2,408	62,305.17
Custer.....	1,694	6,022	155,814.66
Daniels.....	366	1,120	28,979.15
Dawson.....	1,468	3,937	101,866.88
Deer Lodge.....	1,494	4,774	123,523.61
Fallon.....	482	1,502	38,863.11
Fergus.....	1,440	4,281	110,767.61
Flathead.....	4,129	12,047	311,706.94
Gallatin.....	3,022	8,199	212,142.88
Garfield.....	198	621	16,067.90
Glacier.....	2,043	5,583	144,455.87
Golden Valley.....	70	346	8,952.49
Granite.....	321	930	24,063.04
Hill.....	2,035	5,911	152,942.62
Jefferson.....	431	1,323	34,231.62
Judith Basin.....	252	854	22,096.60
Lake.....	1,653	5,027	130,069.79
Lewis and Clark.....	3,812	9,710	251,238.85
Liberty.....	298	914	23,649.05
Lincoln.....	2,274	5,382	139,255.15
Madison.....	407	1,478	38,242.12
McCone.....	381	1,104	28,565.16
Meagher.....	270	690	17,853.22
Mineral.....	449	1,012	26,184.73
Missoula.....	6,604	15,414	398,825.50
Musselshell.....	320	1,250	32,342.80
Park.....	1,101	3,406	88,127.65
Petroleum.....	86	238	6,158.07
Phillips.....	688	1,903	49,238.67
Pondera.....	821	2,811	72,732.48
Powder River.....	246	781	20,207.78
Powell.....	846	2,430	62,874.40
Proirie.....	176	682	17,646.23
Ravalli.....	1,265	4,284	110,845.23
Richland.....	1,184	3,507	90,740.95
Roosevelt.....	1,790	5,336	138,064.93
Rosebud.....	703	2,183	56,483.46
Sanders.....	790	2,141	55,396.74
Sheridan.....	686	2,104	54,439.40
Silver Bow.....	5,294	14,235	368,319.78
Stillwater.....	445	1,486	38,449.12
Sweet Grass.....	257	803	20,777.01
Teton.....	676	2,279	58,967.39
Toole.....	803	2,337	60,468.09
Treasure.....	140	413	10,686.06
Volley.....	2,625	5,801	150,096.45
Wheatland.....	211	868	22,458.84
Wibaux.....	180	530	13,713.35
Yellowstone.....	9,516	27,329	707,117.04
TOTALS.....	82,432	228,080	\$5,901,396.16

*Distribution per census child 6 to 21 \$25.8742378

TABLE NO. XVIII

**RECEIPTS OF THE PUBLIC SCHOOL INTEREST AND INCOME ACCOUNT APPORTIONED TO THE
COUNTIES OF THE STATE PER CENSUS PERSON BETWEEN THE AGES OF 6 AND 21 YEARS**

At the end of each calendar year the interest and income credited to the public schools, less 5% statutory deduction apportioned to the permanent school fund, is distributed by the Superintendent to Public Instruction. The amount credited during 1967 was distributed to the various counties of the State during February 1968 as follows:

County	Children Under 6	Census 6 to 21	Interest & Income Payment*
Beaverhead.....	779	2,094	\$ 72,604.48
Big Horn.....	1,602	3,921	135,951.38
Blaine.....	934	2,706	93,824.13
Broadwater.....	245	860	29,818.46
Carbon.....	602	2,285	79,226.96
Carter.....	212	630	21,843.76
Cascade.....	10,442	26,631	923,366.77
Chouteau.....	594	2,345	81,307.31
Custer.....	1,614	6,226	215,871.79
Daniels.....	322	1,069	37,065.04
Dawson.....	1,401	3,986	138,205.10
Deer Lodge.....	1,418	4,827	167,364.78
Fallan.....	440	1,468	50,899.42
Fergus.....	1,273	4,303	149,196.32
Flathead.....	4,200	12,917	447,866.34
Gallatin.....	2,869	8,335	288,996.36
Garfield.....	182	608	21,080.96
Glacier.....	1,920	5,774	200,199.76
Golden Valley.....	74	329	11,407.29
Granite.....	310	946	32,800.31
Hill.....	1,891	5,943	206,059.43
Jefferson.....	411	1,310	45,421.14
Judith Basin.....	241	853	29,575.75
Lake.....	1,557	5,055	175,270.14
Lewis and Clark.....	3,603	9,928	344,229.86
Liberty.....	261	899	31,170.69
Lincoln.....	2,436	6,162	213,652.74
Madison.....	380	1,505	52,182.31
McCone.....	337	1,125	39,006.71
Meagher.....	258	688	23,854.77
Mineral.....	351	993	34,429.92
Missoula.....	6,257	15,737	545,643.16
Musselshell.....	312	1,212	42,023.23
Park.....	1,024	3,407	118,129.65
Petroleum.....	84	210	7,281.25
Phillips.....	606	1,845	63,971.00
Pondera.....	652	2,399	83,179.64
Powder River.....	228	801	27,772.78
Powell.....	836	2,482	86,057.46
Prairie.....	143	632	21,913.10
Ravalli.....	1,236	4,296	148,953.61
Richland.....	1,109	3,513	121,804.94
Roosevelt.....	1,610	5,268	182,655.41
Rosebud.....	706	2,124	73,644.66
Sanders.....	779	2,169	75,204.93
Sheridan.....	649	2,139	74,164.75
Silver Bow.....	4,541	14,068	487,774.54
Stillwater.....	430	1,482	51,384.84
Sweet Grass.....	239	800	27,738.10
Teton.....	618	2,267	78,602.85
Toole.....	698	2,306	79,955.08
Treasure.....	101	395	13,695.69
Valley.....	2,499	5,951	206,336.81
Wheatland.....	200	851	29,506.41
Wibaux.....	171	514	17,821.73
Yellowstone.....	8,978	27,411	950,411.42
TOTALS.....	77,865	231,000	\$8,009,377.22

*Distribution per census child 6 to 21 \$34.672628658

TABLE NO. XIX
MINERAL DEPARTMENT
Biennial Report for Period July 1, 1966 to June 30, 1968
OIL & GAS LEASE SALES

Sale	Number Leases	Number Acres Sold	Amount Received	Avg. Received Per Acre	Cancellations	
					Number	Number Acres
September, 1966	55	20,973.03	\$ 22,513.03	\$1.08	9	3,560.00
December 1966	53	27,832.15	39,952.06	1.44	13	7,280.00
March, 1967	78	35,912.55	116,052.32	3.23	24	9,287.34
June, 1967	208	96,902.58	251,600.53	2.60	64	26,769.41
September, 1967	380	187,938.62	1,754,097.84	9.33	None	
December, 1967	232	111,789.47	1,058,022.72	9.46	Leases not year old	
March, 1968	672	359,887.60	1,989,737.62	5.53	"	
May, 1968	171	77,366.42	486,560.49	6.29	"	
TOTALS	1,849	918,602.42	\$5,718,536.61	\$6.23	110	46,896.75

TOTAL REVENUE

July 1, 1966 to June 30, 1967

Rentals and Bonuses.....	\$ 758,307.09	
Drilling Penalties	184,567.73	\$ 942,874.82

July 1, 1967 to June 30, 1968:

Rentals and Bonuses.....	\$5,463,560.67	
Drilling Penalties	146,510.24	\$5,610,070.91

July 1, 1966 to June 30, 1967:

Royalties	\$ 531,812.62	
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July 1, 1967 to June 30, 1968:

Royalties	\$ 488,890.14	\$1,020,702.76
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TOTAL REVENUE		\$7,573,648.49
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The following information is presented giving the operation of Oil and Gas leasing for the period 1960-1968:

JULY 1, 1960 - JUNE 30, 1961

4 Sales
388 Leases
159,449.64 Total Acres Sold
\$320,692.47 Total Amount Received

CANCELLATIONS:	Number Leases		Number Acres	
End 1st year	96	24.74%	36,660.61	22.99%
2nd	104	26.80%	51,572.65	32.34%
3rd	82	21.13%	33,475.78	20.99%
4th	31	7.98%	12,558.34	7.87%
5th	16	4.12%	7,070.00	4.43%
6th	22	5.67%	4,157.09	2.60%
7th	4	1.03%	2,000.00	1.25%
 Total Cancellations	 355	 91.49%	 147,494.47	 92.50%
Total Active June 30, 1968	33	8.50%	11,955.17	7.49%
 Total Sales	 388		 159,449.64	

JULY 1, 1961 - JUNE 30, 1962

6 Sales
320 Leases
145,343.06 Total Acres Sold
\$346,203.51 Total Amount Received

CANCELLATIONS:	Number Leases		Number Acres	
End 1st year	76	23.75%	26,916.34	18.51%
2nd	90	28.12%	42,924.98	29.53%
3rd	22	6.87%	11,760.16	8.09%
4th	23	7.18%	11,679.47	8.03%
5th	59	18.43%	31,108.28	21.42%
6th	9	2.81%	3,520.00	2.42%
 Total Cancellations	 279	 87.18%	 127,909.23	 88.00%
Total Active June 30, 1968	41	12.81%	17,433.83	11.99%
 Total Sales	 320		 145,343.11	

JULY 1, 1962 - JUNE 30, 1963

4 Sales
 325 Leases
 149,121.62 Total Acres Sold
 \$525,839.38 Total Amount Received

CANCELLATIONS:	Number Leases		Number Acres	
End 1st year	99	30.46%	46,462.66	31.15%
2nd	59	18.15%	25,765.63	17.27%
3rd	33	10.15%	15,197.67	10.19%
4th	25	7.69%	12,499.50	8.38%
5th	27	8.30%	9,258.06	6.20%
Total Cancellations	243	74.76%	109,183.52	73.21%
Total Active June 30, 1968	82	25.23%	39,938.10	26.78%
Total Sales	325		149,121.62	

JULY 1, 1963 - JUNE 30, 1964

4 Sales
 607 Leases
 253,288.58 Total Acres Sold
 \$457,246.57 Total Amount Received

CANCELLATIONS:	Number Leases		Number Acres	
End 1st year	120	19.76%	51,868.59	20.47%
2nd	283	46.62%	121,984.73	46.16%
3rd	74	12.19%	30,791.56	12.15%
4th	42	6.91%	15,686.54	6.19%
5th	1	.16%	640.00	.25%
Total Cancellations	520	85.66%	220,971.42	87.24%
Total Active June 30, 1968	87	14.33%	32,317.16	12.75%
Total Sales	607		253,288.58	

JULY 1, 1964 - JUNE 30, 1965

4 Sales
 384 Leases
 168,527.52 Total Acres Sold
 \$420,255.58 Total Amount Received

CANCELLATIONS:	Number Leases		Number Acres	
End 1st year	104	27.08%	52,002.49	30.85%
2nd	106	27.60%	48,978.75	29.06%
3rd	73	19.01%	25,677.94	15.23%
Total Cancellations	283	73.69%	126,659.18	75.15%
Total Active June 30, 1968	101	26.30%	41,868.34	24.84%
Total Sales	384		168,527.52	

JULY 1, 1965 - JUNE 30, 1966

4 Sales
 409 Leases
 174,754.40 Total Acres Sold
 \$336,378.98 Total Amount Received

CANCELLATIONS:	Number Leases		Number Acres	
End 1st year	131	32.02%	58,188.73	33.29%
2nd	111	27.13%	48,581.31	27.79%
Total Cancellations	242	59.16%	106,770.04	61.09%
Total Active	167	40.83%	67,984.36	38.90%
Total Sales	409		174,754.40	

JULY 1, 1966 - JUNE 30, 1967

4 Sales
 396 Leases
 181,620.31 Total Acres Sold
 \$430,117.94 Total Amount Received

CANCELLATIONS:	Number Leases		Number Acres	
End 1st year	108	27.27%	46,896.75	25.82%
Total Cancellations	108	27.27%	46,896.75	25.82%
Total Active June 30, 1968	288	72.72%	134,723.56	74.17%
Total Sales	396		181,620.31	

JULY 1, 1967 - JUNE 30, 1968

4 Sales
 1,455 Leases
 736,982.11 Total Acres Sold
 \$5,718,536.61 Total Amount Received

CANCELLATIONS:	Number Leases	Number Acres
None—Leases not year old as of June 30, 1968		
Total Active June 30, 1968	1,455	736,982.11

URANIUM LEASES**TOTAL ACRES PER COUNTY:**

Jefferson	14,035.60
Broadwater	7,384.14
Madison	46,219.55
Beaverhead	49,471.19
Carter	1,280.00
Carbon	640.00
Rosebud	16,152.00
Garfield	14,874.32
Daniels	2,000.16
Gallatin	3,681.20
Valley	240.00
TOTAL ACRES IN STATE	155,978.16
TOTAL INCOME 1967	\$16,065.70
TOTAL INCOME 1968	\$78,347.77

METALLIFEROUS LEASES

	No.	Acres		Rentol	County
Gold and Silver	2	880	1967	\$ 440.00	Beaverhead
			1968	440.00	"
Thorium	2	1,282	1967	\$1,005.00	"
			1968	1,005.00	"
TOTALS				\$2,890.00	

NON-METALLIFEROUS MINING LEASES

	No.	Acres		Rentals and/or Royalties	
Barite	1	640	1967		\$1,313.75
			1968	Terminated	None
Bentonite	13	22,923.13	1967	\$1,350.23	
			1968	1,350.23	
Phosphate	2	320	1967	150.00	\$3,552.60
			1968	350.00	None
Peat Moss	1	601.60	1967	50.00	
			1968	50.00	
Talc	1	240	1967	50.00	
Granite	1	640	1967	50.00	
			1968	50.00	
				\$3,450.46	\$4,864.35

COAL LEASES

No.	Acres		Rentals	Royalties
50	24,236.99	1967	\$ 8,965.21	\$2,538.81
		1968	10,942.58	1,333.42
TOTALS			\$19,907.79	\$3,872.23

